

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
(317) 232-9855

FISCAL IMPACT STATEMENT

LS 8072

BILL NUMBER: SB 494

DATE PREPARED: Jan 18, 2001

BILL AMENDED:

SUBJECT: Affiliated interests of regulated utilities.

FISCAL ANALYST: John Parkey

PHONE NUMBER: 232-9854

FUNDS AFFECTED:

**GENERAL
DEDICATED
FEDERAL**

IMPACT: Pending

Summary of Legislation: Gives the Indiana utility regulatory commission (IURC) jurisdiction over an affiliated interest of a regulated utility to the extent of: (1) providing the IURC access to the affiliated interest's accounts and records, any part of which may apply to any transaction between the utility and the affiliated interest; and (2) requiring the affiliated interest to submit to the IURC any reports required by the IURC. Provides that in a case in which a utility requests a change in its rates based on the utility's costs for fuel, the utility consumer counselor may examine the books and records of any affiliated interest from which the utility purchases fuel to determine the price paid by the utility for the fuel. Provides that at the time of a quarterly or an annual examination of the books and records of a utility, the utility consumer counselor may also examine the books and records of any affiliated interest from which the utility purchases fuel to determine the price paid by the utility for the fuel. Provides that, in ratemaking cases based on fuel costs, profits: (1) received by an affiliated interest of a utility from the sale of fuel to the utility; and (2) resulting in a rate of return for the affiliated interest that is greater than that approved for the utility; are considered revenues of the utility.

Effective Date: Upon passage.

Explanation of State Expenditures: *As of the above date, the fiscal analysis of this bill has not been completed. Please contact the Office of Fiscal and Management Analysis for an update of this fiscal impact statement.*

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources: